

SJTU SUNWAY<08148> - Results Announcement (Q2, 2005, Summary)

SJTU Sunway Software Industry Limited announced on 11/08/2005:
(stock code: 08148)

Year end date	:31/12/2005
Currency	:HKD
Auditors' report	:N/A
2nd Quarterly Report Reviewed by	Audit Committee

Important Note :

This result announcement form only contains extracted information from and should be read in conjunction with the detailed results announcement of the issuer, which can be viewed on the GEM website at <http://www.hkgem.com>

Unaudited	Unaudited	
	Current	Last
Corresponding	Period	
Period	from 01/01/2005	from
01/01/2004	to 30/06/2005	to
30/06/2004	\$'000	
\$'000		
Turnover	:	1,706
8,969		
Profit/(Loss) from Operations	:	(11,528)
(2,174)		
Finance cost	:	(411)
(247)		
Share of Profit/(Loss) of Associates	:	(353)
N/A		

Share of Profit/(Loss) of Jointly Controlled Entites	:	N/A
N/A		
Profit/(Loss) after Taxation & MI (2,466)	:	(11,340)
% Change Over the Last Period EPS / (LPS)	:	N/A
Basic (in dollar) (HKD0.0123)	:	(HKD0.0567)
Diluted (in dollar)	:	N/A
N/A		
Extraordinary (ETD) Gain/(Loss)	:	N/A
N/A		
Profit (Loss) after ETD Items (2,466)	:	(11,340)
2nd Quarter Dividends per Share NIL	:	NIL
(specify if with other options)	:	N/A
N/A		
B/C Dates for 2nd Quarter Dividends	:	N/A
Payable Date	:	N/A
B/C Dates for (-) General Meeting	:	N/A
Other Distribution for Current Period	:	NIL
B/C Dates for Other Distribution	:	N/A
(bdi: both days inclusive)		

For and on behalf of
SJTU Sunway Software Industry Limited

Signature :

Name : Ho Shu Pui

Title : Company Secretary

Responsibility statement

The directors of the Company (the "Directors") as at the date hereof hereby collectively and individually accept full responsibility for the accuracy of the information contained in this results announcement form

(the "Information") and confirm, having made all reasonable inquiries, that to the best of their knowledge and belief the Information are accurate and complete in all material respects and not misleading and that there are no other matters the omission of which would make the Information herein inaccurate or misleading. The Directors acknowledge that the Stock Exchange has no responsibility whatsoever with regard to the Information and undertake to indemnify the Exchange against all liability incurred and all losses suffered by the Exchange in connection with or relating to the Information.

Remarks:

1. BASIS OF PRESENTATION

The Group's unaudited condensed interim financial statements have been prepared in accordance with the applicable disclosure requirements set out in Chapter 18 of the GEM Listing Rules and Hong Kong Accounting Standards ("HKAS")³⁴ "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA")

The condensed interim financial statements have been prepared under the historical cost convention. The accounting policies adopted are consistent with those set out in the Group's annual financial statements for the year ended 31 December 2004 except as described as below.

In the current period, the Group has applied, for the first time, the following new Hong Kong Financial Reporting Standards (HKFRSs), Hong Kong Accounting Standards ("HKAS") and Interpretations (herein collectively referred to as "new HKFRSs" issued by the HKICPA that are effective for accounting periods beginning or after 1 January '2005.

The following new and revised HKFRSs adopted by the Group during the period have resulted in changes in the Group's accounting policies which will have effects on the results of the Group for the current or prior accounting period:

HKFRS2 Share-based Payment

The adoption of HKFRS2 has resulted in a change in accounting policy

for employees share options. Prior to the adoption, the provision of share options to employees did not result in a charge to the income statement. Following the adoption of HKFRS2, the fair value of share options at grant date was amortised over the subsequent relevant vesting period.

The amount charged to the income statement as a result of the change of policy amounts to HK\$1,831,500 for the six months ended 30 June 2005 (2004:Nil), with the corresponding amounts credited to the share options reserve.

Details of the employee share option scheme can be found in the "Share Option Scheme" section in the report.

The adoption of other new HKFRSs does not result in substantial changes to the Group's accounting policies which will affect the result of the Group.

2. LOSS PER SHARE

Basic loss per share

The calculation of basic loss per share for the six months and three months ended 30 June 2005 were based on the net loss of HK\$11,340,000 and HK\$6,661,000 respectively (2004:net loss of HK\$2,466,000 and HK\$2,631,000 respectively) over the weighted average number of ordinary shares in issue of 200,000,000 for the six months and three months ended 30 June 2005 (2004:200,000,000).

Diluted loss per share

There were no potential dilutive ordinary shares in existence during the period ended 30 June 2005 and the period ended 30 June 2004.